

**GOVERNMENT OF TELANGANA  
ABSTRACT**

ITE&C Department - Mobile Manufacturing Policy of Industries & Commerce Department - Incentives - Sanction and Release of an amount of Rs.1,28,14,113/- (Rupees One Crore Twenty Eight Lakhs Fourteen Thousand One Hundred and Thirteen only) in favour of M/s Bhagwati Products Limited, Hyderabad towards Reimbursement of Interest Subsidy, Stamp Duty, Power Cost - Orders - Issued.

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**INFORMATION TECHNOLOGY, ELECTRONICS & COMMUNICATIONS (Electronics)  
DEPARTMENT**

G.O.Rt.No. 87

Dated: 22-05-2019  
Read the following:

1. G.O.Ms.No.28, Industries & Commerce (IP) Department Dt:29.11.2014.
2. G.O.Ms.No.70, Industries & Commerce (IP) Department Dt:29.09.2015.
3. G.O.Ms.No.71, Industries & Commerce (IP) Department Dt:29.09.2015.
4. G.O.Rt.No.38, ITE&C Department, Dt:15.03.2018.
5. Lr.No. COI/516/IMO/SIA/2016, Dt:16.05.2018 from Commissioner of Industries addressed to M/s Bhagwati Products Limited.
6. Lr.No. COI/516/IMO/SIA/2016, Dt:16.05.2018 from Commissioner of Industries addressed to M/s Bhagwati Products Limited.
7. Lr.No.COI/INC2018092631149, Dt:19.10.2018 from Commissioner of Industries addressed to M/s Bhagwati Products Limited.
8. Lr.No.COI/INC2018092631149, Dt:19.10.2018 from Commissioner of Industries addressed to M/s Bhagwati Products Limited.
9. Lr.No. COI/516/IMO/SIA/2016, Dt:28.02.2018 from Commissioner of Industries addressed to M/s Bhagwati Products Limited.
10. Letter from M/s Bhagwati Products Limited, Dt:17.01.2019.
11. G.O.Rt.No.231, Finance (EBS.I) Department dt:01.03.2019.
12. U.O.Note.No.69733/ITE&C/Budget/2018, dt:05.03.2019.
13. G.O.Rt.No.54, ITE&C Department, Dt:15.03.2019.
14. G.O.Rt.No.740, Finance (EBS.I) Department dt:14.05.2019.
15. U.O.Note.No.ITE-12/BDGT/08/2019, dt:15.05.2019.

**ORDER:**

In the reference 2<sup>nd</sup> read above, orders have been issued on the Mobile Manufacturing Policy by the Industries & Commerce (IP) Department. As per the said G.O., the Mobile Manufacturing Companies are eligible for reimbursement of Interest Subsidy, Investment Subsidy, Power Cost for a period of 5 years from the date of commencement of production for products made and sold in the State.

2. Further, in the reference 3<sup>rd</sup> read above, the Industries & Commerce (IP) Department have issued orders allotting 18.669 acres of land at Fabcity (Ecity) in the Electronics Manufacturing Cluster (EMC) on cost basis and offering other incentives to M/s Bhagwati Products Limited (Micromax) for setting up manufacturing of Mobile Phone Instruments and its accessories.

3. In pursuance of orders issued in the references 2<sup>nd</sup> and 3<sup>rd</sup> read above, M/s Bhagwati Products Limited, Hyderabad has submitted applications to Industries and Commerce Dept. for claiming reimbursement of Interest Subsidy, Stamp Duty, Power Cost. All the applications have been thoroughly scrutinized by the Commissioner of Industries and approved it. The said applications were placed in the 21<sup>st</sup>, 25<sup>th</sup> and 33<sup>rd</sup> SLC meeting and SLC has recommended for reimbursement of Interest Subsidy, Stamp Duty, Power Cost to M/s Bhagwati Products Limited, Hyderabad.

(Contd... P2)

4. In the 5<sup>th</sup> read above, the Additional Director, Commissioner of Industries, has informed to the company that they have sanctioned the reimbursement of interest subsidy under pavala Vaddi Scheme for an amount of Rs.32,56,513/- to the captioned unit for the period 1<sup>st</sup> H.Y. 2017-18 under the scheme of T-IDEA.

5. In the reference 6<sup>th</sup> read above, the Additional Director, Commissioner of Industries, has informed to the company that they have sanctioned an amount of Rs.7,51,703/- towards reimbursement of Power Cost for the period 1<sup>st</sup> H.Y. of 2017-18 under the scheme of T-IDEA.

6. In the reference 7<sup>th</sup> read above, the Additional Director, Commissioner of Industries, has informed to the company that they have sanctioned the reimbursement of interest subsidy under pavala Vaddi Scheme for an amount of Rs.27,21,196/- to the captioned unit for the period 2<sup>nd</sup> H.Y. 2017-18 under the scheme of T-IDEA.

7. In the reference 8<sup>th</sup> read above, the Additional Director, Commissioner of Industries, has informed to the company that they have sanctioned an amount of Rs.5,05,969/- towards reimbursement of Power Cost for the period 2<sup>nd</sup> H.Y. of 2017-18 under the scheme of T-IDEA.

8. In the reference 9<sup>th</sup> read above, the Additional Director, Commissioner of Industries, has informed to the company that they have sanctioned an amount of Rs.17,18,130/- towards reimbursement of Mortgage Duty (Stamp) Subsidy under the scheme of T-IDEA.

9. In the reference 10<sup>th</sup> read above, as a first installment an amount of Rs.4,28,60,602/- to be released out of which Rs.3,90,00,000/- was already released vide reference 4<sup>th</sup> read above and balance amount of Rs.38,60,602/- is now released.

10. As such, from the letters in the references 5<sup>th</sup> to 10<sup>th</sup> read above, the amount to be reimbursed to M/s. Bhagwati is as mentioned below:-

SL.No.	Incentive	Amount in Rs.
1	Power cost (7,51,703+5,05,969)	12,57,672
2	Interest subsidy (32,56,513+27,21,196)	59,77,709
3	Stamp Duty	17,18,130
4	2 <sup>nd</sup> installment (4,28,60,602+3,90,00,000)	38,60,602
	<b>Total:</b>	<b>1,28,14,113</b>

11. The total amount for all subsidies comes to Rs.1,28,14,113/- in respect of M/s Bhagwati products Limited which is a Mega Unit.

12. It has been decided that the said amount has to be paid by the ITE&C Dept budget from the Subsidies Head of Account and then the same will be reimbursed from I&C Department.

13. In the G.O. reference 13<sup>th</sup> read above, sanction was accorded for releasing the said amount of Rs.1,25,00,000/- (Rupees One Crore Twenty Five Lakhs only) to M/s Bhagwati Products Limited, Hyderabad. But the bill was returned by the PAO, Hyderabad for non admission of expenditure due to closure of Financial Year 2018-19.

14. In the G.O. reference 14<sup>th</sup> read above, the Finance Department has released BRO to ITE&C Dept as additional funds towards meeting the expenditure in relaxation of treasury control and quarterly regulation orders pending inclusion in the Supplementary Estimates 2019-2020, under the Head of Account:330 - Subsidies for an amount of Rs.2,91,97,000/-.

15. In view of the recommendations of SLC Meeting and after careful examination, Government hereby sanction and release an amount of Rs.1,25,00,000/- (Rupees One Crore Twenty Five Lakhs only) in favour of M/s Bhagwati Products Limited, Hyderabad towards reimbursement of Interest Subsidy, Stamp Duty, Power Cost. Government hereby also sanction the balance amount of Rs.3,14,113/- (Rs.1,28,14,113- Rs.1,25,00,000) in favour of M/s Bhagwati Products Limited, Hyderabad.

16. The amount sanctioned in Para.15 above shall be debited to the following Head of Account:

3451	: Secretariat Economic Services
MH 090	: Secretariat
GH (25)	: State Sector Schemes
SH (22)	: ITE&C Department
330	: Subsidies

17. The Assistant Secretary to Government & D.D.O., ITE&C Department shall draw the amount of Rs.1,28,14,113/- (Rs.1,25,00,000 + Rs.3,14,113) (Rupees One Crore Twenty Eight Lakhs Fourteen Thousand One Hundred and Thirteen only) sanctioned in Para 15 above and arrange for payment duly applying the TDS in favour of M/s Bhagwati Products Limited, Hyderabad.

18. M/s Bhagwati Products Limited, Hyderabad shall submit an advance stamped receipt for Rs.1,28,14,113/- (Rupees One Crore Twenty Eight Lakhs Fourteen Thousand One Hundred and Thirteen only) to this Department in duplicate.

**(BY ORDER AND IN THE NAME OF THE GOVERNOR OF TELANGANA)**

**JAYESH RANJAN**  
**PRINCIPAL SECRETARY TO GOVERNMENT**

To  
M/s Bhagwati Products Limited, Hyderabad.  
The Industries and Commerce Department.  
The Commissioner of Industries, Hyderabad.  
The VC & MD, TSIIIC Ltd, Hyderabad.  
The Accountant General (Audit), Telangana, Hyderabad.  
The Accountant General (A&E), Telangana, Hyderabad.  
The Director of Treasuries and Accounts, Telangana, Hyderabad.  
The District Treasury Officer, Urban, Hyderabad.  
The Pay and Accounts Officer, Telangana, Hyderabad.  
The Resident Audit Officer O/o Pay and Accounts Officer, Telangana, Hyderabad.  
The Assistant Secretary to Government & DDO, ITE&C Department.

Copy to:  
Finance (EBS.I) Department.  
SF/Spare

**// FORWARDED :: BY ORDER //**

**SECTION OFFICER**